


Government of the District of Columbia  
Office of the Chief Financial Officer



**Jeff DeWitt**  
Chief Financial Officer

**MEMORANDUM**

**TO:** The Honorable Phil Mendelson  
Chairman, Council of the District of Columbia

**FROM:** Jeff DeWitt  
Chief Financial Officer 

**DATE:** July 7, 2014

**SUBJECT:** Fiscal Impact Statement – “Housing Production Trust Fund Baseline Funding Act of 2014”

**REFERENCE:** Bill 20-708, as Introduced

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**Conclusion**

Funds are not sufficient in the FY 2015 through FY 2018 budget and financial plan to implement the legislation. The bill will cost \$51,700,000 in FY 2015 and \$194,800,000 throughout the FY 2015 through FY 2018 budget and financial plan.

The bill is subject to inclusion in an approved budget and financial plan.

**Background**

The bill requires that the Housing Production Trust Fund (HPTF) be funded at a minimum of \$100 million per year.<sup>1</sup> Currently, the HPTF is funded from a transfer of deed recordation and transfer tax revenue. The amount of revenue projected to be transferred to HPTF during the financial plan is \$48.3 million in FY 2015, \$50.0 million in FY 2016, \$52.5 million in FY 2017, and \$54.4 million in FY 2018. Additional funding would need to be identified to meet the \$100 million annual requirement.

**Financial Plan Impact**

Funds are not sufficient in the FY 2015 through FY 2018 budget and financial plan to implement the resolution. The bill will cost \$51,700,000 in FY 2015 and \$194,800,000 throughout the FY 2015

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<sup>1</sup> The “Housing Production Trust Fund Stabilization Amendment Act of 2008,” effective March 25, 2009 (D.C. Law 17-365; 56 DCR 1217), dedicates an additional \$80 million annually to the fund (indexed to inflation) from the real property transfer and deed recordation taxes to the HPTF. However, this law was passed subject to appropriation in an approved budget and financial plan, and has not been funded.

The Honorable Phil Mendelson

FIS: "Housing Production Trust Fund Baseline Funding Act of 2014," Bill 20-708, as Introduced.

through FY 2018 budget and financial plan. The bill is subject to inclusion in an approved budget and financial plan.

<b>Cost of Implementing Bill 20-708, "Housing Production Trust Fund Baseline Funding Act of 2014"</b>					
	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>Total</b>
<i>Additional resources required to meet \$100 million minimum funding in HPTF</i>	\$51,700,000	\$50,000,000	\$47,500,000	\$45,600,000	\$194,800,000